January 24, 1951. Private Corporations.

## House File 185

By VAN ZWOL, MUNGER, MILLER of Black Hawk, OLSON.

Passed House, Date	
Vote: Ayes	Nays
Passed Senate, Date	•
Vote: Ayes	Nays
Annroved	

## A BILL FOR

An Act to amend chapter five hundred four (504), Code 1950, corporations not for pecuniary profit, by adding thereto a section relating to limiting the liability of corporations.

Be It Enacted by the General Assembly of the State of Iowa:

- 1 Section 1. Chapter five hundred four (504), Code 1950,
- 2 is hereby amended by adding thereto the following new section:
- 3 "No corporation organized under this chapter shall be
- 4 liable to any member thereof, or to any recipient or
- 5 beneficiary of its services, or to any guest or invitee of
- 6 any such person, unless gross negligence shall be pleaded and
- 7 established by preponderance of the evidence, as the sole
- 8 proximate cause of the alleged injury or damage."

## EXPLANATION OF H. F. 185

This act limits the liability of pecuniary corporations not for profit to cases in which gross negligence is a factor.